



United States  
Department of  
Agriculture

Farmers  
Home  
Administration

Washington  
D.C.  
20250

FmHA AN No. 1890 (1951)

March 29, 1989

SUBJECT: Wording in Present Mortgage/Deed of Trust to  
Increase Limited Resource Rates

TO: State Directors, District Directors and County  
Supervisors

PURPOSE/INTENDED OUTCOME:

The purpose of this Administrative Notice (AN) is to make you aware of a possible problem you may have with your current mortgages which would restrict Farmers Home Administration (FmHA) from changing the Limited Resource (LR) interest rates as provided in FmHA regulations and the Promissory Note.

COMPARISON WITH PREVIOUS AN:

No previous AN has been issued on this subject.

IMPLEMENTATION RESPONSIBILITIES:

You should review your present mortgage/deed of trust to determine if they contain any wording which would create a challenge to the increasing of the LR loan rate. If such language exists in your present mortgage/deed of trust form, you will make the necessary revisions immediately, providing your Office of the General Counsel (OGC) agrees.

Your mortgage/deed of trust should contain the following language, "The interest rate for limited resource farm ownership or limited resource operating loan(s) secured by this instrument may be increased as provided in the Farmers

EXPIRATION DATE: March 31, 1990

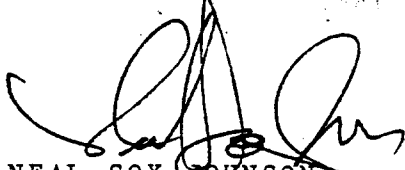
FILING INSTRUCTIONS:  
Preceding FmHA  
Instruction 1951-A



Farmers Home Administration is an Equal Opportunity Lender.  
Complaints of discrimination should be sent to:  
Secretary of Agriculture, Washington, D.C. 20250

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Home Administration regulations and the note." If your present mortgage/deed of trust does not contain this language, a request for this revision should be forwarded to the National Office in accordance with FmHA Instruction 2006-B, Section 2006.64 with a copy of the Regional Attorney's approval.



NEAL SOX JOHNSON  
Acting Administrator

Sent by ASD 8:30 Am to States: 10:30 Am to Districts: 12:30 Pm  
to Counties; March 30, 1989 by time option telemail. State Directors will  
immediately distribute to Farm Programs Chiefs and other appropriate personnel.